IN THE UNITED STATES PATENT AND TRADEMARK OFFICE

In Re Application of:

Confirmation No.: 1436

Schoenblum

Group Art Unit: 2621

Serial No.: 10/635,406

Examiner: Rao, Anand Shashikant

Filed: August 6, 2003

Docket No.: A-9049 (191920-1970)

For: Hybrid Rate Control in a Digital Stream Transcoder

RESPONSE TO FINAL OFFICE ACTION

Mail Stop: AF

Commissioner for Patents

P.O. Box 1450

Alexandria, Virginia 22313-1450

Sir:

The outstanding Final Office Action mailed April 3, 2007 has been carefully considered. In response thereto, please enter the following amendments in which claims 1, 3, 6, 9, and 20 are amended; and claims 2 and 5 are canceled. Claims 1, 3-4, and 6-32 are now pending in the present application. Reconsideration and allowance of the application and presently pending claims, as amended, are respectfully requested.

ON ONES